

## **Broadband and Competition – The Right Choice for ATG**

## The Commission can and should accomplish what it set out to do in the NPRM

- "We are concerned that there is only one licensee remaining in this service..."
- "...to meet the needs of consumers traveling on commercial aircraft..."
- "...whether a change to our rules could provide greater opportunities for the competitive provision of air-ground service leading to lower prices to consumers and increased choices..."

## The goal is correct: competition is essential for airlines and passengers

- Competition for, among and within airlines
- Leverage, choice and change benefit consumers/passengers



- → Satellites can't compete in domestic market
  - Too heavy and expensive for airlines; too costly for end users
- AirCell and Boeing have developed a two-license plan that works
  - Full broadband
  - Full deck-to-deck coverage in the air and on the ground
- → Staff-favored Auction Proposals will lead to Monopoly
  - Offering the option of a single license will become a self-fulfilling prophecy
  - Verizon Airfone with its significant head start and ATG/terrestrial incumbency will emerge as the monopolist
- > The Opportunity for Broadband and Competition is on the table
  - Asked for by airline and wireless industries
  - Why would FCC choose now to create a monopoly?
- → AirCell/Boeing two license plan reduces out-of-band emission concerns and makes possible the migration of existing AirCell customers from the cellular band



## Risks of auctioning a "no-rules" single 4 MHz ATG license

- → License winner could use part of the spectrum for terrestrial use and part for ATG use
  - Cross Polarization and partial spectral overlap techniques make it possible to carve out, in effect, two licenses from 4 MHz of spectrum

    – one for terrestrial use and the other one for ATG use
- → Verizon appears to be making a spectrum grab to the detriment of true ATG competition and the objectives of the FCC's NPRM